

(3) This subsection shall apply to only those policies and contracts issued on or after the operative date of § 414 (the Standard Nonforfeiture Law), except as otherwise provided in paragraph (a-2) of this subsection for group annuity and pure endowment contracts issued prior to [such] THE operative date.

(a-1) Except as otherwise provided in paragraph (a-2) of this subsection, the minimum standard for the valuation of all such policies and contracts shall be the commissioners reserve valuation [method] METHODS defined in [paragraph (b),] PARAGRAPHS (B-1), (B-2), AND (E), [three and one-half] 3 1/2 percent [(3 1/2%)] interest, or in the case of policies and contracts, other than annuity and pure endowment contracts, issued on or after July 1, 1978, [and prior to January 1, 1986, four] 4 percent [(4%)] interest FOR SUCH POLICIES ISSUED PRIOR TO JULY 1, 1980, AND 4 1/2 PERCENT INTEREST FOR POLICIES ISSUED ON OR AFTER JULY 1, 1980, and the following tables:

(i) For all ordinary policies of life insurance issued on the standard basis, excluding any disability and accidental death benefits in such policies--the Commissioners 1941 Standard Ordinary Mortality Table for such policies issued prior to the operative date of subsection (j) of § 414, and the Commissioners 1958 Standard Ordinary Mortality Table for such policies issued on or after such operative date[.], PROVIDED THAT FOR ANY CATEGORY OF SUCH POLICIES ISSUED ON FEMALE RISKS, ALL MODIFIED NET PREMIUMS AND PRESENT VALUES REFERRED TO IN THIS SUBSECTION MAY BE CALCULATED ACCORDING TO AN AGE NOT MORE THAN 6 YEARS YOUNGER THAN THE ACTUAL AGE OF THE INSURED. [Any differential based on sex shall reflect actuarial expectancies and shall be subject to approval by the Commissioner.]

(a-2) The minimum standard for the valuation of all individual annuity and pure endowment contracts issued on or after the operative date of this paragraph [(a-2)], as defined herein, and for all annuities and pure endowments purchased on or after [such] THIS operative date under group annuity and pure endowment contracts, shall be the commissioners reserve valuation [method] METHODS defined in [paragraph (b)] PARAGRAPHS (B-1) AND (B-2) and the following tables and interest rates:

(i) For individual annuity and pure endowment contracts issued prior to [January 1, 1986] JULY 1, 1980, excluding any disability and accidental death benefits in such contracts--the 1971 Individual Annuity Mortality Table, or any modification of this table approved by the Commissioner, and [six] 6 percent [(6%)] interest for single premium immediate annuity contracts, and [four] 4 percent [(4%)] interest for all other individual annuity and pure endowment contracts.